FIML NATURAL RESOURCES, LLC

April 25, 2006

Utah Division of Oil, Gas and Mining 1594 West North Temple, Suite 1210 P. O. Box 145801 Salt Lake City, UT 84114-5801

Attn.: Ms. Diana Whitney

RE: State Tribal #1-18-54

NENE Sec 18 T-5-S R-4-W Brundage Canyon Field Duchesne County, Utah State Tribal #3-18-54 NENW Sec 18 T-5-S R-4-W

Brundage Canyon Field Duchesne County, Utah

Dear Ms. Whitney:

Enclosed are one original and one copy of each application to drill concerning the above referenced proposed wells. This information will be delivered to the Bureau of Land Management on April 27, 2006.

FIML (FNR) Natural Resources, LLC is requesting the Utah Division of Oil, Gas and Mining to hold this application and all future information as confidential.

If any questions arise or need additional information is required, please contact the undersigned at 303-893-5090.

Sincerely,

Cassandra Parks
Operations Assistant

/cp

Enclosures:

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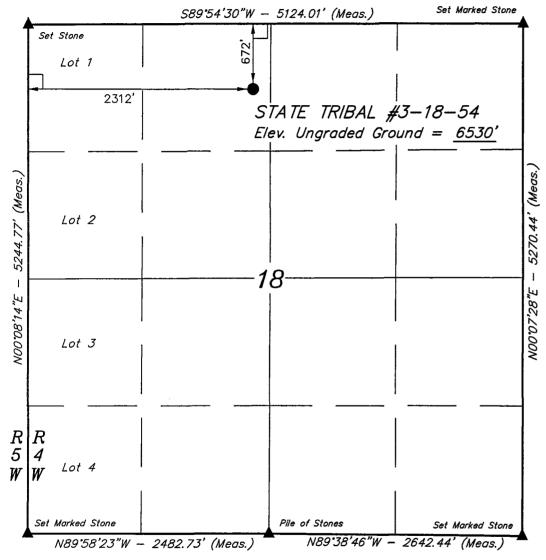
DIV. OF OIL, GAS & MINING

Form 3160-3 (April 2004)			OMB No	APPROVED D. 1004-0137 March 31, 2007
UNITED STATES DEPARTMENT OF THE II BUREAU OF LAND MANA	5. Lease Serial No. 14-20-H62-5035			
APPLICATION FOR PERMIT TO I			6. If Indian, Allotee	or Tribe Name
la. Type of work: DRILL REENTE	R		7 If Unit or CA Agree	eement, Name and No.
lb. Type of Well: Oil Well Gas Well Other	Single Zone Multip	ole Zone	8. Lease Name and V State Tribal 3-18-	
2. Name of Operator FIML Natural Resources, LLC			9. API Well No. 43-0 1.3	-33171
3a. Address	3b. Phone No. (include area code)		10. Field and Pool, or l	Exploratory
410 17th Street, Suite 900, Denver, CO 80202	303-893-5073		Brundage Canyon	
4. Location of Well (Report location clearly and in accordance with any At surface NENW 672' FNL 2,312' FWL 553047 X	•		11. Sec., T. R. M. or B	
At proposed prod. zone Same as above 4433496	4 -110.37809	16	Sec 18, T5S-R4W,	U.S.B.&M.
14. Distance in miles and direction from nearest town or post office* 26.4 miles southwest of Myton, Utah			12. County or Parish Duchesne	13. State Utah
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 672'	16. No. of acres in lease	17. Spacing	g Unit dedicated to this	well
	640	20 DI 16/E	40	
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft.	19. Proposed Depth		BIA Bond No. on file	
21. Elevations (Show whether DF, KDB, RT, GL, etc.)	6,436' 22. Approximate date work will star	8191-		
		ιι.	23. Estimated duratio	П
6,530' GL (Ungraded)	November 20, 2006 24. Attachments		Seven days	
The following completed in the state of the				
The following, completed in accordance with the requirements of Onshord 1. Well plat certified by a registered surveyor. 2. A Drilling Plan. 3. A Surface Use Plan (if the location is on National Forest System I SUPO shall be filed with the appropriate Forest Service Office).	4. Bond to cover the ltem 20 above). Lands, the 5. Operator certification.	he operation cation specific info	ns unless covered by an	existing bond on file (see
25. Signature	Name (Printed/Typed)			Date
	Mark Bingham			04/24/2006
Title Senior Vice resident				
Approved by Signature	Name (Printed/Typed) BRADLEY (2 HII	•	Date 03-07
Title	OffichVIRONMENTAL			
Application approval does not warrant or certify that the applicant holds conduct operations thereon. Conditions of approval, if any, are attached.	s legal or equitable title to those righ	ts in the sub	ject lease which would e	entitle the applicant to
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a cr States any false, fictitious or fraudulent statements or representations as t	ime for any person knowingly and vo any matter within its jurisdiction.	willfully to m	nake to any department of	or agency of the United

*(Instructions on page 2)

Federal Approval of this Action is Necessary RECEIVED MAY 0 2 2006

T5S, R4W, U.S.B.&M.



LEGEND:

___ = 90° SYMBOL

= PROPOSED WELL HEAD.

▲ = SECTION CORNERS LOCATED.

(NAD 83)
LATITUDE = 40°03'06.72" (40.051867)
LONGITUDE = 110°22'43.79" (110.378831)
(NAD 27)
LATITUDE = 40°03'06.86" (40.051906)
LONGITUDE = 110°22'41.24" (110.378122)

UTE/FNR, LLC.

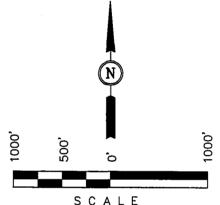
Well location, STATE TRIBAL #3-18-54, located as shown in the NE 1/4 NW 1/4 of Section 18, T5S, R4W, U.S.B.&M. Duchesne County, Utah.

BASIS OF ELEVATION

BENCH MARK (M67) LOCATED IN THE SW 1/4 OF SECTION 9, T5S, R4W, U.S.B.&M. TAKEN FROM THE DUCHESNE SE QUADRANGLE, UTAH, DUCHESNE COUNTY, 7.5 MINUTE QUAD. (TOPOGRAPHIC MAP) PUBLISHED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY. SAID ELEVATION IS MARKED ON CAP AS BEING 6097 FEET.

BASIS OF BEARINGS

BASIS OF BEARINGS IS A G.P.S. OBSERVATION.



CERTIFY ATEANS

THIS IS TO CERTIFY THAT THE GOVE PLAT WAS A PRED FROM FIELD NOTES OF ACTUAL SURVEYS MADE DY MOOR ANER MY SUPERVISION AND THAT THE GALE THE TRUE AND SHEET TO THE BEST OF MY KNOWLEDGE THE FELLER BEST OF MY KNOWLEDGE TO THE REGISTRED LAMP SPREYOR AND THE TOTAL TH

Uintah Engineering & Land Surveying 85 SOUTH 200 EAST - VERNAL, UTAH 84078

(435) 789-1017

SCALE 1" = 1000'	DATE SURVEYED: 02-10-06	DATE DRAWN: 04-10-06
PARTY B.H. J.T. C.G.	REFERENCES G.L.O. PLA	T.
WEATHER COOL	FILE UTE/FNR,	LLC.

April 25, 2006

Utah Division of Oil, Gas and Mining 1594 West North Temple, Suite 1210 P. O. Box 145801 Salt Lake City, UT 84114-5801

Attn.: Ms. Diana Whitney

RE: Exception Letter for the State Tribal #3-18-54

672' FNL & 2,312' FWL of Section 18 T-5S R-4W

Duchesne County, Utah

Dear Ms. Whitney:

FIML Natural Resources, LLC has no objection to the proposed State Tribal #3-18-54 well being drilled 672' FNL & **2,312'** FWL of Section 18 T-5S R-4W. The original "legal" drillsite location was moved due to severe topographic conditions. Moreover, the Ute Tribal representatives would not allow the drillsite to be placed at the legal location due to the severe topographic constraints.

FIML Natural Resources, LLC is the only owner within a 460 foot radius of the proposed well location.

The signature below is our written waiver of objection to UT Administrative Code R649-3-3.

Signature:

Name:

Rick L. Parks

Title:

Senior Vice President

Date:

April 25, 2006

FIML Natural Resources, LLC 410 17th Street, 9th Floor Denver, CO 80202

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DIV. OF OIL, GAS & MINING

SELF CERTIFICATION STATEMENT

The following self-certification statement is provided per federal requirements dated June 15, 1988.

Please be advised that FIML Natural Resources, LLC is considered to be the operator of the following well.

State Tribal 3-18-54

NE/4 NW/4 672' FNL 2,312' FWL, Section 18 T-5S, R-4 W U.S.B. & M.

Lease BIA: 14-20-H62-5035 Duchesne County, Utah

FIML Natural Resources, LLC is responsible under the terms of this lease for the operations conducted upon lease lands.

Rick L. Parks

Operations Manager

FIML Natural Resources, LLC

410 17th Street

Suite 900

Denver, Colorado 80202

(303) 893-5081

FIML NATURAL RESOURCES, LLC

State Tribal 3-18-54 NENW 672' FNL 2,312' FWL Sec 18, T-5S, R-4W, U.S.B. & M. **Duchesne County, Utah BIA Lease Number 14-20-H62-5035**

DRILLING PROGRAM

1. Estimated Tops of Geological Markers:

Formation Depth

Uinta surface

Green River 1.422' (top based on FIML Natural Resources, LLC

Green River structure map dated September 26, 2005)

Mahogany Bench 2,709' (top based on FIML Natural Resources, LLC

Mahogany Bench structure map dated September 26,

2005)

Garden Gulch 3,618' (top based on FIML Natural Resources, LLC

Garden Gulch structure map dated September 26, 2005)

Douglas Creek 4,532' (top based on FIML Natural Resources, LLC

Douglas Creek structure map dated September 26, 2005)

Castle Peak 5,464' top based on FIML Natural Resources, LLC

Castle Peak structure map dated September 26, 2005)

Uteland Butte Ls. 5,882' (top based on FIML Natural Resources, LLC

Uteland Butte structure map dated September 26, 2005)

Wasatch 6,086' (top based on FIML Natural Resources, LLC

Wasatch structure map dated September 26, 2005)

Total Depth 6,436'

2. Estimated Depths of Anticipated Water, Oil, Gas, or Other Minerals:

Substance Formation Depth

Oil/Gas Douglas Creek 4.532' (top based on FIML Natural Resources, LLC

Douglas Creek structure map dated September 26, 2005)

Oil/Gas Castle Peak 5.464'(top based on FIML Natural Resources, LLC

Castle Peak structure map dated September 26, 2005)

Oil/Gas **Uteland Butte** 5,882'(top based on FIML Natural Resources, LLC

Uteland Butte structure map dated September 26, 2005)

Oil/Gas Wasatch 6.068' (top based on FIML Natural Resources, LLC

Wasatch structure map dated September 26, 2005)

Other Mineral Zones

N/A

3. Pressure Control Equipment:

Please refer to FIML Natural Resources, LLC Standard Operating Procedure (SOP Version: Revised October 6, 2005).

4. Proposed Casing and Cementing Program:

Please refer to FIML Natural Resources, LLC Standard Operating Procedure (SOP Version: Revised October 6, 2005).

5. **Drilling Fluids Program:**

Please refer to FIML Natural Resources, LLC Standard Operating Procedure (SOP Version: Revised October 6, 2005).

6. Evaluation Program:

Please refer to FIML Natural Resources, LLC Standard Operating Procedure (SOP Version: Revised October 6, 2005).

7. Abnormal Conditions:

Please refer to FIML Natural Resources, LLC Standard Operating Procedure (SOP Version: Revised October 6, 2005).

8. Anticipated Starting Dates and Notification of Operations:

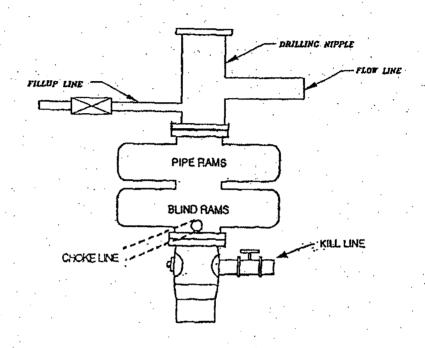
Please refer to FIML Natural Resources, LLC Standard Operating Procedure (SOP Version: Revised October 6, 2005).

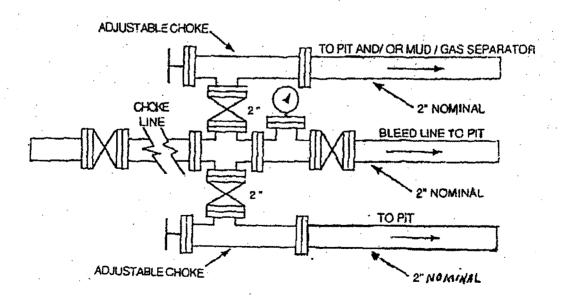
9. Other Information:

Please refer to FIML Natural Resources, LLC Standard Operating Procedure (SOP Version: Revised October 6, 2005).

2M SYSTEM

BLOWOUT PREVENTER FOR HIGH PRESSURE WELLS
900 SERIES MINIMUM
2000# psi W.P.
BOP 6" X 3000 PSI or 10" X 3000 PSI





FIML NATURAL RESOURCES, LLC

State Tribal 3-18-54 NENW 672' FNL 2,312' FWL, Sec 18, T-5S, R-4W, U.S.B. &M. Duchesne County, Utah Lease Number 14-20-H62-5035

Onshore Order No. 1

MULTI-POINT SURFACE USE & OPERATIONS PLAN

1. Existing Roads

- A. Start in Myton, Utah. Proceed west on US Highway 40, 8.8 miles to the Antelope Creek/Sowers Canyon Road at the Bridgeland turnoff. Turn south and proceed 10.1 miles on the Sowers Canyon Road. Turn southwest on the Brundage Canyon Road and proceed approximately 5.0 miles. Turn north and proceed approximately 0.3 miles to the Berry Ute Tribal 4-19-54 location. Continue on the access road for approximately 0.1 miles. The road then becomes the access road for the Ute Tribal 11-18-54. Continue for approximately 0.5 miles and the road becomes the access road for the Ute Tribal 12-18-54. Continue 0.1 miles. Then continue 0.1 miles on the proposed access road for the Ute Tribal 12-18-54. This road becomes the proposed access road for the State Tribal 5-8-54. Continue for 0.2 miles. Turn northeast on the proposed access road for the State Tribal 3-18-54 and continue for 0.5 miles to the proposed location to the State Tribal 3-18-54.
- B. The proposed well site is located approximately 26.4 miles southwest of Myton, Utah See attached Topographic Map "A".
- C. Refer to attached Topographic Map "A".
- D. Existing roads will be maintained and repaired as necessary. No off lease Right-of-Way will be required.

2. Planned Access Roads

See Topographic Map "B" for the location of the proposed access road.

3. Location of existing wells within a one mile radius of proposed well location

See Topographic Map "C" for the location of existing wells within a one-mile radius.

4. Location of Existing and /or Proposed Facilities

Please refer to FIML Natural Resources, LLC Standard Operating Procedure (SOP Version: October 6, 2005).

5. Location and Type of Water Supply

- A. Water supply will be from East Duchesne Water District, Arcadia, Utah. Section 28, T-3S, R-3W, Duchesne County, Utah. The water right number is 43-10152.
- B. Water will be hauled by Ute Tribal Water Service.
- C. No water well will be drilled on the lease.

6. Source of Construction Materials

Please refer to FIML Natural Resources, LLC Standard Operating Procedure (SOP Version: October 6, 2005).

7. Method of Handling Waste Materials

Please refer to FIML Natural Resources, LLC Standard Operating Procedure (SOP Version: October 6, 2005).

8. Ancillary Facilities

Please refer to FIML Natural Resources, LLC Standard Operating Procedure (SOP Version: October 6, 2005).

9. Well Site Layout

The attached Location Layout diagram describes drill pad cross-sections, cuts and fills, and locations of the mud tanks, reserve pit, pipe racks, trailer parking, spoil dirt stockpile(s) and top soil stockpile(s).

10. Plans for Restoration of the Surface

Please refer to FIML Natural Resources, LLC Standard Operating Procedure (SOP Version: October 6, 2005).

11. Surface Ownership

Access Road: <u>Utah Division of Wildlife Resources</u>
Location: <u>Utah Division of Wildlife Resources</u>

12. Other Information

Please refer to FIML Natural Resources, LLC Standard Operating Procedure (SOP Version: October 6, 2005).

13. Operator's Representative and Certification

Name:

Rick L. Parks

Address:

410 17th Street

Suite 900

Denver, Colorado 80202

Phone No.

303-893-5081

Cellular No.

303-229-7689

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations and Onshore Oil and Gas Orders. FIML Natural Resources, LLC is fully responsible for the actions of its subcontractors. A copy of these conditions will be furnished to the field representative to ensure compliance.

Certification:

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drill site and access route; that I am familiar with the conditions that presently exist; that the statements made in this plan are, to the best of my knowledge and belief, true and correct; and that the work associated with operations proposed herein will be performed by FIML Natural Resources, LLC and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it was approved. This statement is subject to the provisions of 18 U.S. C. 1001 for the filing of a false statement.

Date

Rick L. Parks

Operations Manager

FIML Natural Resources, LLC

EPA'S LIST OF NONEXEMPT EXPLORATION AND PRODUCTION WASTES

While the following wastes are nonexempt, they are not necessarily hazardous.

- Unused fracturing fluids or acids
- Gas plant cooling tower cleaning wastes
- Painting wastes
- Oil and gas service company wastes, such as empty drums, drum rinsate, vacuum truck rinsate, sandblast media, painting wastes, spend solvents, spilled chemicals, and waste acids
- Vacuum truck and drum rinsate from trucks and drums, transporting or containing nonexempt waste
- Refinery wastes
- Liquid and solid wastes generated by crude oil and tank bottom reclaimers
- Used equipment lubrication oils
- Waste compressor oil, filters, and blowdown
- Used hydraulic fluids
- Waste solvents
- Waste in transportation pipeline-related pits
- Caustic or acid cleaners
- Boiler cleaning wastes
- Boiler refractory bricks
- Incinerator ash
- Laboratory wastes
- Sanitary wastes
- Pesticide waste
- Radioactive tracer wastes
- Drums, insulation, and miscellaneous solids

UTE/FNR, LLC. STATE TRIBAL #3-18-54 LOCATED IN DUCHESNE COUNTY, UTAH

SECTION 18, T5S, R4W, U.S.B.&M.

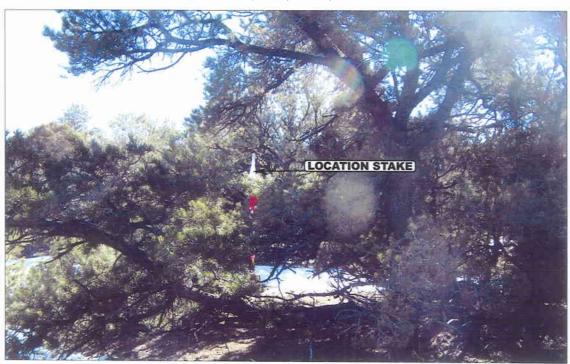


PHOTO: VIEW FROM CORNER #5 TO LOCATION STAKE

CAMERA ANGLE: SOUTHEASTERLY



PHOTO: VIEW FROM BEGINNING OF PROPOSED ACCESS FOR THE #11-18-54

CAMERA ANGLE: EASTERLY



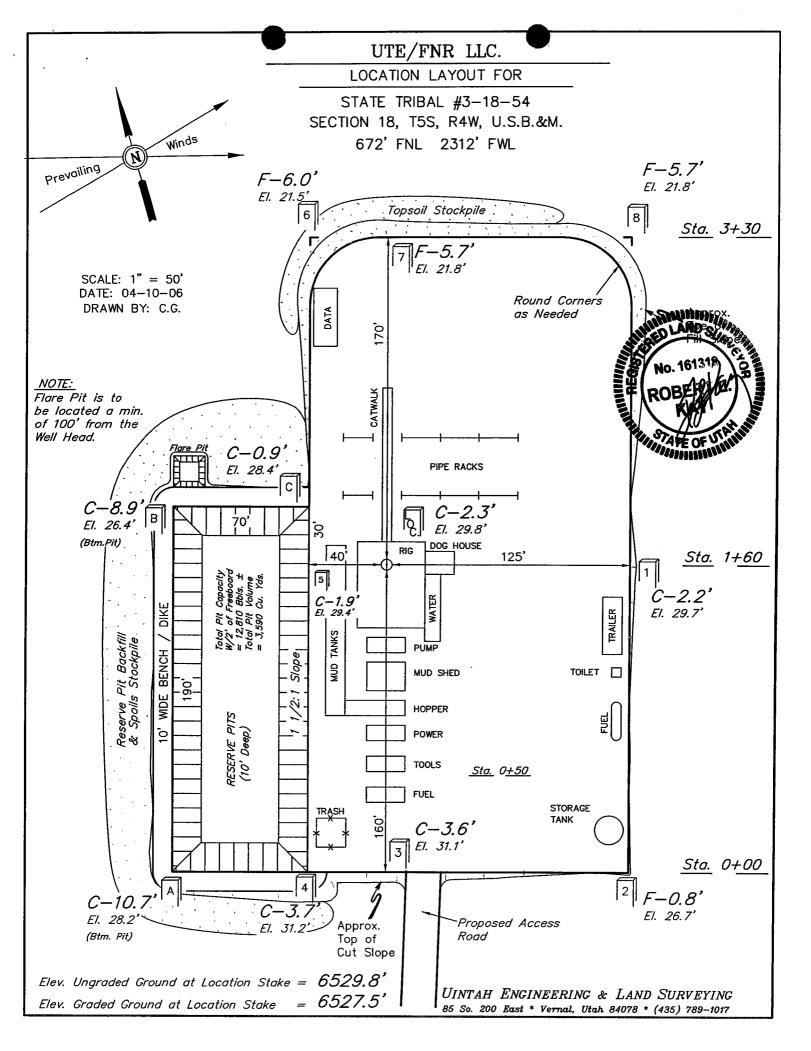
Uintah Engineering & Land Surveying 85 South 200 East Vernal, Utah 84078 435-789-1017 vels@uelsinc.com

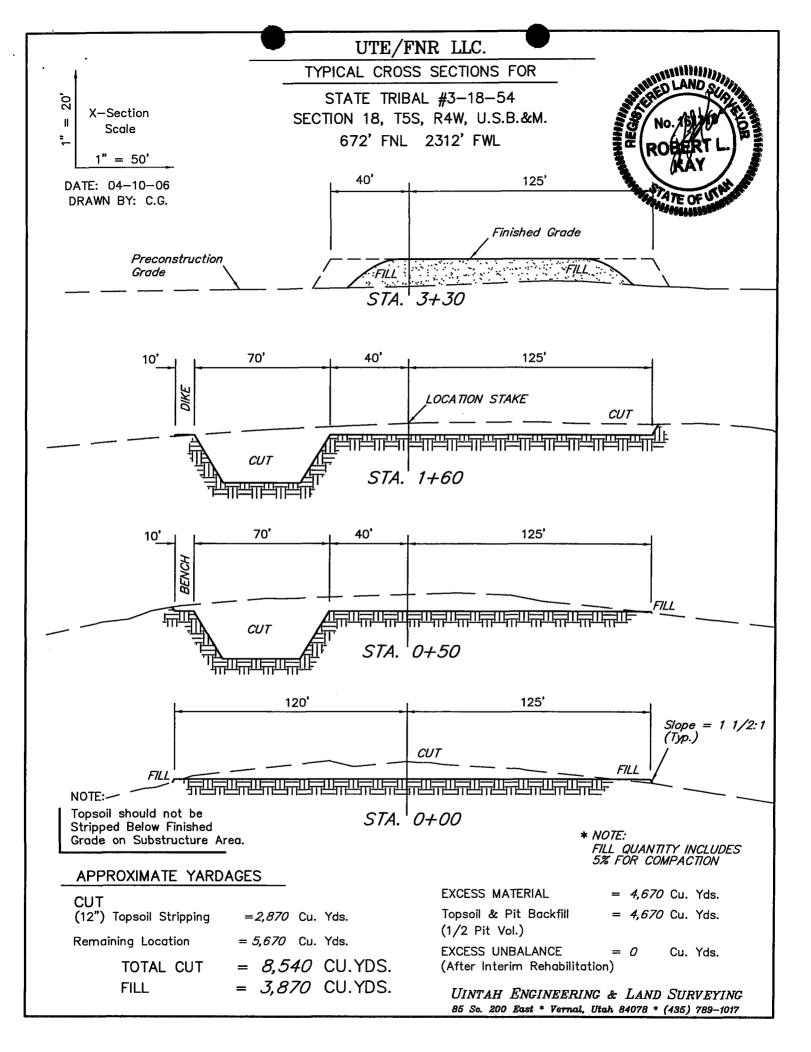
LOCATION PHOTOS

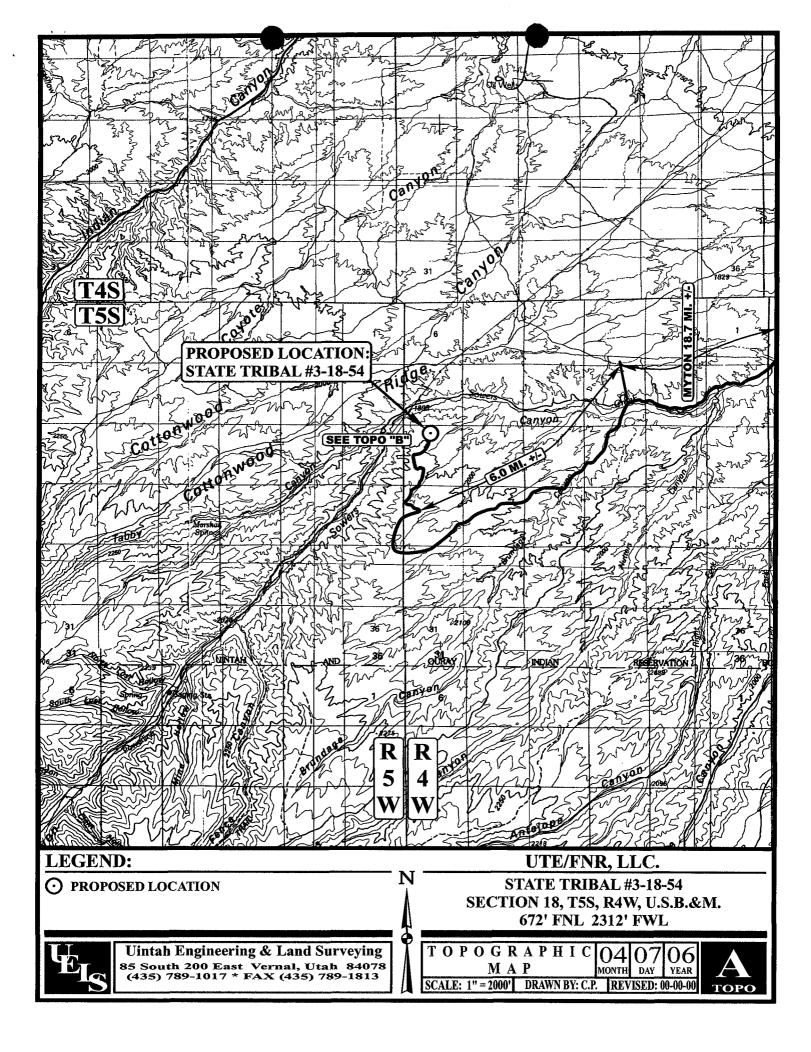
РНОТО

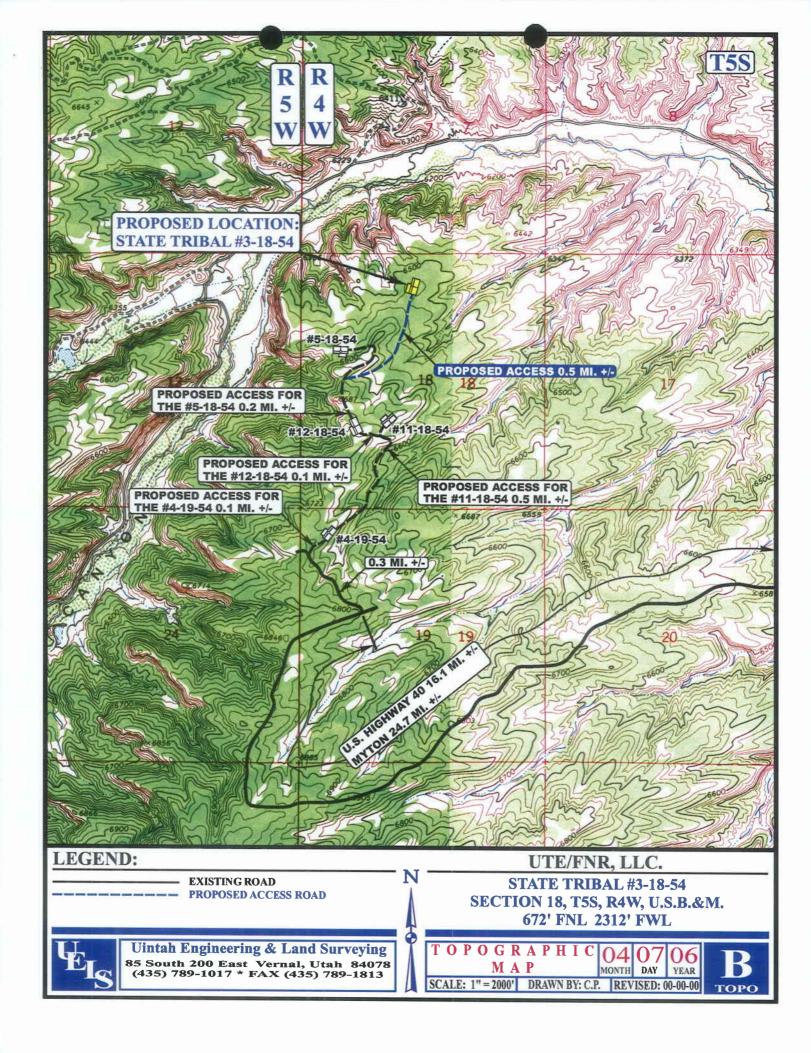
TAKEN BY: B.H. DRAWN BY: C.P.

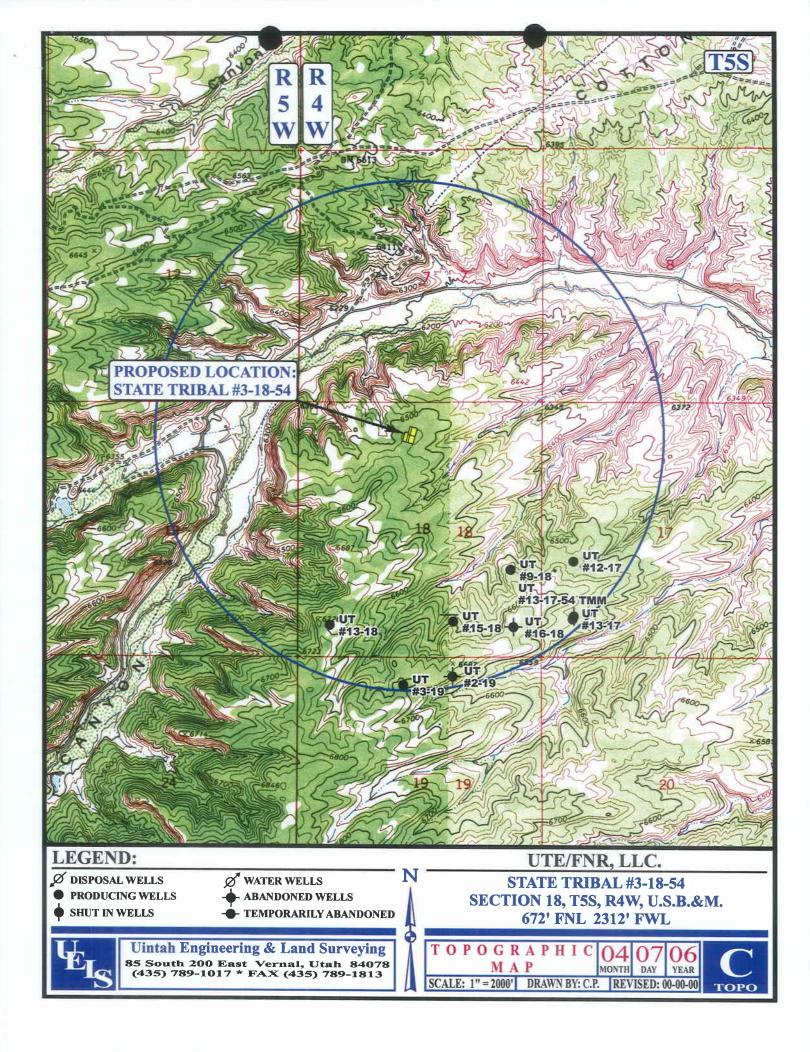
REVISED: 00-00-00

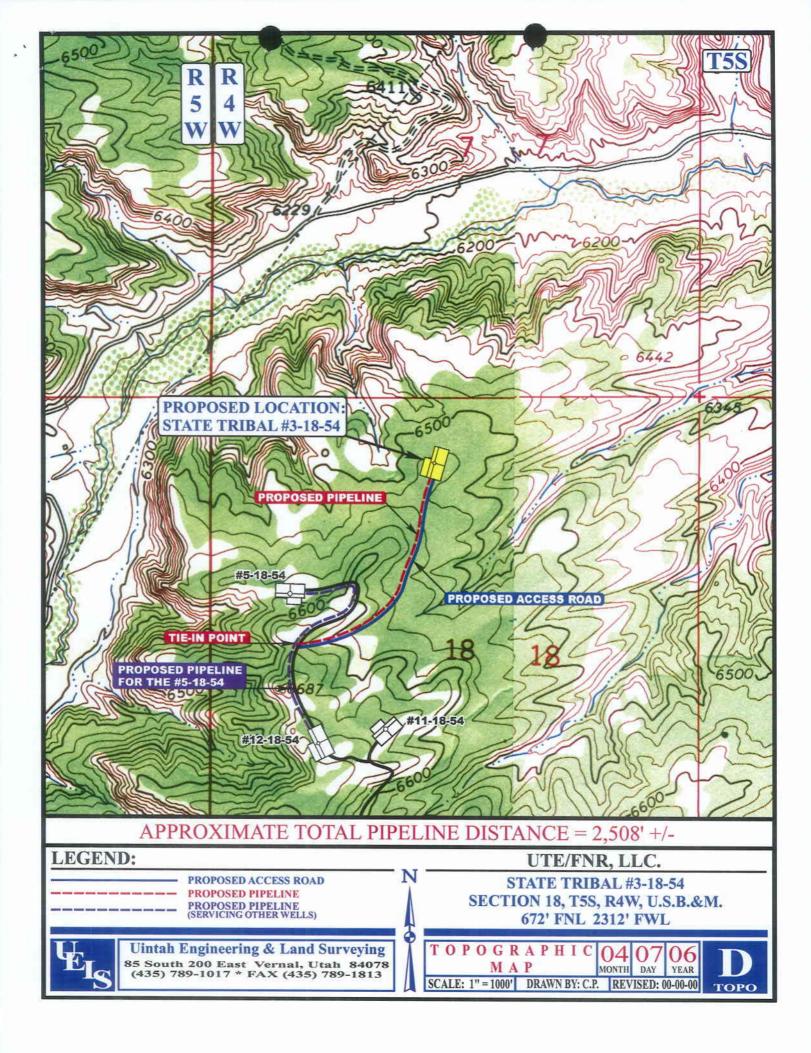




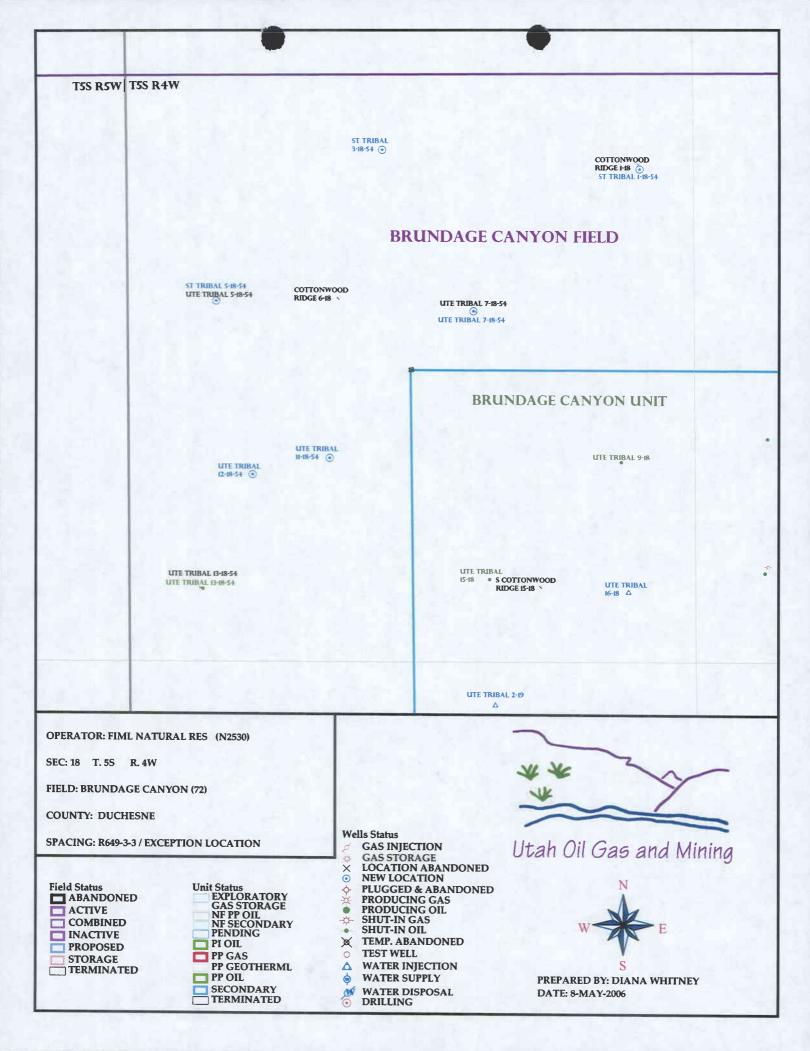








APD RECEIVED: 05/02/2006	API NO. ASSIGNED: 43-013-33171
WELL NAME: ST TRIBAL 3-18-54 OPERATOR: FIML NATURAL RESOURCES (N2530) CONTACT: MARK BINGHAM	PHONE NUMBER: 303-893-5073
PROPOSED LOCATION:	INSPECT LOCATN BY: / /
NENW 18 050S 040W SURFACE: 0672 FNL 2312 FWL	Tech Review Initials Date
BOTTOM: 0672 FNL 2312 FWL	Engineering
COUNTY: DUCHESNE LATITUDE: 40.05193 LONGITUDE: -110.3781	Geology
UTM SURF EASTINGS: 553047 NORTHINGS: 44334	96 Surface
FIELD NAME: BRUNDAGE CANYON (72 LEASE TYPE: 2 - Indian LEASE NUMBER: 14-20-H62-5035 SURFACE OWNER: 3 - State) PROPOSED FORMATION: WSTC COALBED METHANE WELL? NO
Plat Plat Bond: Fed[] Ind[2] Sta[] Fee[] (No. 8191-82-71) Potash (Y/N) Oil Shale 190-5 (B) or 190-3 or 190-13 Water Permit (No. 43-10152) RDCC Review (Y/N) (Date:) NA Fee Surf Agreement (Y/N) Intent to Commingle (Y/N)	LOCATION AND SITING: R649-2-3. Unit: R649-3-2. General Siting: 460 From Qtr/Qtr & 920' Between Wells R649-3-3. Exception Drilling Unit Board Cause No: Eff Date: Siting: R649-3-11. Directional Drill
STIPULATIONS: 1- Federal Orprover 2- Spacing Ship	-23-06) O ot of Basis



DIVISION OF OIL, GAS AND MINING APPLICATION FOR PERMIT TO DRILL STATEMENT OF BASIS

OPERATOR:	FIML Natural Resource	ces, LLC	.C
WELL NAME & NUMBER:	Ute Tribal 3-18-54		
API NUMBER:	43-013-33171		
LOCATION: 1/4,1/4 NE/NW S		04W 6	672 FNL 2312 FWL
Geology/Ground Water:			
The proposed well is located on drilling and casing program will		he Ute Ir	Indian tribe. Evaluation and approval of the
Reviewer: Bra	ıd Hill D	Date:	06/12/2006
Surface:			
The Roosevelt Field Office sched	uled and performed a pres	site meet	eting of the surface area to discuss issues and
take input from interested parties	concerning the drilling of	this wel	ell. The Utah Division of Wildlife Resources
owns the surface but the minerals	are tribal. Ben Williams	with UD	DWR did attend and address wildlife related
issues. Mr. Williams claims that	UDWR properties were pu	urchased	ed for their values of critical big game habitat
with assistance from federal fund	s supplied through the U.S	S. Fish ar	and Wildlife Service. Mr. Williams explaine
they do not have a landowner agree	eement yet, but hope to wo	ork throu	ough their permitting process ASAP. The
Brundage Ridge - Cottonwood Ri	dge area is classified as cr	ritical wi	winter range for deer and elk, and was
purchased for that reason. He stat	ed their landowner agreem	nent will	Il require that disturbance to elk and deer
during the winter months be kept	to a minimum. This requi	irement	t will include no access road construction,
location construction, drilling or u	use of work-over rigs during	ng the pe	period on Nov. 15- March 15 unless written
permission is given to vary from a	any part of this restriction.	Opport	ortunities exist to enhance the values for big
game in the area by removing pin	ion and juniper and reseed	ling with	th preferred forage species. UTE/FNR has
expressed their willingness to par	ticipate is wildlife enhance	ement pr	projects. Approximately ½ mile of new road
will be constructed to reach the lo	ocation The new road will	dugway	y along a moderate side-slope to reach the
location. The well pad is on gent	le terrain and is in a good !	location	n for construction and location stability.
Rudy Myore represented FIML N	atural Resources on the sit	te visit a	and Melissa Hawk represented the BLM.
Neither had any comments regard			
-	The state of the s		
75. • —-	15.4	_	
Reviewer: <u>Floy</u>	d Bartlett Date:	: <u>June 8,</u>	3, 2006

Conditions of Approval/Application for Permit to Drill:

- 1. Completion of a Surface Use Agreement between UDWR and FIML Natural Resources, LLC.
- 2. A synthetic liner with a minimum thickness of 20 mils with a felt subliner shall be properly installed and maintained in the reserve pit.



OPERATOR: FIML Natural Resources, LLC

WELL NAME & NUMBER: Ute Tribal 3-18-54

API NUMBER: 43-013-33171

LEASE: State/Tribal(14-20-H62-5035) FIELD/UNIT: Brundage Canyon Field LOCATION: 1/4,1/4 NE/NW Sec: 18 TWP: 05S RNG: 04W 672 FNL 2312 FWL

LEGAL WELL SITING: 460 F SEC. LINE; 460 F 1/4,1/4 LINE; 920 F ANOTHER WELL.

GPS COORD (UTM): X =553052 E; Y =4433493 N SURFACE OWNER: Utah Division of

Wildlife Resources

PARTICIPANTS

Floyd Bartlett (DOGM), Rudy Myore (UTE/FNR), Ben Williams (Utah Division of Wildlife Resources), Melissa Hawk (BLM), Dan Rasmussen and Jordon Monsen (UELS).

REGIONAL/LOCAL SETTING & TOPOGRAPHY

Well site is proposed approximately 26.4miles +/- southwest of Myton, Utah along Sowers Canyon Road to a Brundage Ridge oil well development road on Tribal lands. Following this road to the existing Ute Tribal 11-18-54 well then following a road to be constructed to the 5-18-54 well approximately 0.2 miles then along approximately 0.5 miles of road to be constructed to the proposed location.

The location is on a flat-topped ridge with a slight slope to the north toward Sowers Canyon. Topography in the area becomes very steep to the north as the drainages drop into Sowers Canyon however all the proposed location is nearly flat with no intersecting drainages. The area consists of a Pinion-Juniper habitat type. Sowers Canyon, approximately mile to the north, contains a perennial stream, which joins Antelope Creek. Antelope Creek flows northerly into the Duchesne River near Bridgeland, Utah.

SURFACE USE PLAN

CURRENT SURFACE USE: Winter range for elk and mule deer.

PROPOSED SURFACE DISTURBANCE: <u>Proposed construction 0.5 miles of access road and a well location 330'x 165' plus a 190' x 70' x10'reserve pit and soil stockpile storage outside the described area.</u>

LOCATION OF EXISTING WELLS WITHIN A 1-MILE RADIUS: See 'TOPO C'

LOCATION OF PRODUCTION FACILITIES AND PIPELINES: Production equipment shall remain on location unless otherwise authorized by the Division, gas pipelines run along access road to existing tie in points. A line owned by Berry Petroleum will be used under an agreement.

SOURCE OF CONSTRUCTION MATERIAL: Native cut and fill using borrowed material

ANCILLARY FACILITIES: None requested

WILL DRILLING AT THIS LOCATION GENERATE PUBLIC INTEREST OR CONCERNS? (EXPLAIN):

Probably not as there are several other wells in the Brundage, Cottonwood and Tabby Canyon area. However, some sportsmen have expressed concern with well development on UWR lands diminishing their value as big game habitat.

WASTE MANAGEMENT PLAN:

As detailed in UTE/FNR Standard Operating Procedure

ENVIRONMENTAL PARAMETERS

AFFECTED FLOODPLAINS AND/OR WETLANDS: None.

FLORA/FAUNA: Mixed grass lands frequently dominated with dense stands of pinion-juniper. Site is on a ridge dominated by pinion and juniper. Other species are infrequent but include black sagebrush and squirrel tail, needle and thread grass, Indian ricegrass and shadscale. Area is classified as critical elk and deer winter range by the UDWR. Other species common include mountain lion, bobcat, rabbit, coyote and smaller birds and mammals.

SOIL TYPE AND CHARACTERISTICS: Moderately deep medium brown sandy loam.

Frequent brown surface rock erosion pavement.

SURFACE FORMATION & CHARACTERISTICS: Broad gentle north sloping ridge with a few draws or swales. Planned access road and well site are in good locations relative to the topography.

EROSION/SEDIMENTATION/STABILITY: Current erosion is light. No stability problems are expected with pad construction and access to the location.

PALEONTOLOGICAL POTENTIAL: None observed during onsite

RESERVE PIT

CHARACTERISTICS: Proposed in cut on southwest side of location, measuring 70'x 190'x 10' deep.

LINER REQUIREMENTS (Site Ranking Form attached): 22 points. A liner is required for the reserve pit.

SURFACE RESTORATION/RECLAMATION PLAN

According to Landowner Agreement and seed mixture provided by UDWR

SURFACE AGREEMENT: No

CULTURAL RESOURCES/ARCHAEOLOGY: A survey was completed by James A. Truesdale and submitted to DOGM and UDWR according to requirements. On Tribal Lands north of the Ute Tribal 11-18-54 well an old fence and possible corral has been constructed from pinion and juniper. The proposed road in this area was re-routed at the request of the Ute Indian Tribe.

OTHER OBSERVATIONS/COMMENTS

Mr. Ben Williams, representing the UDWR stated their landowner agreement will require that disturbance to elk and deer during the winter months be kept to a minimum. This requirement will include no access road construction or betterment, location construction, drilling or use of work-over rigs during the period of Nov. 15- March 15 unless written permission is given to vary from any part of this restriction. Opportunities exist for habitat enhancement for big game in the area by removing and reseeding some of the dense pinion/juniper stands. A 150-acre area for pinion/juniper chaining or removal and seeding has been flagged in the area by the UDWR. Hal Writer, agent for UTE/FNR, agreed through an email to participate in this project.

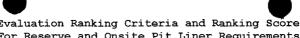
ATTACHMENTS

Photos of this location were taken and placed on file.

Floyd Bartlett
DOGM REPRESENTATIVE

May 23, 2006, 10:45 A.M.

DATE/TIME



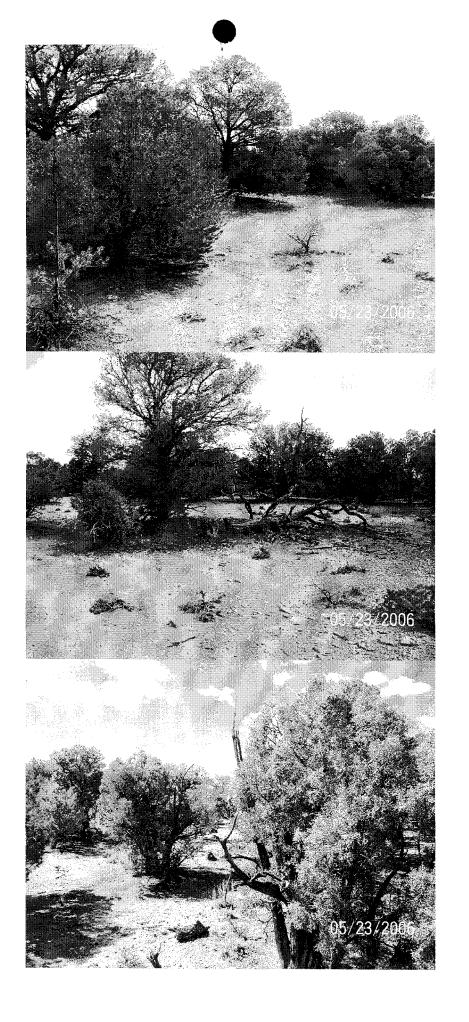
Evaluation Ranking Criteria and Ranking Score For Reserve and Onsite Pit Liner Requirements

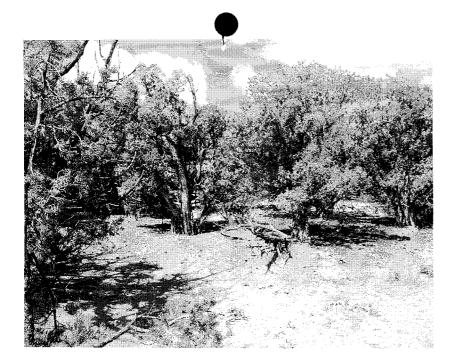
Site-Specific Factors	Ranking	Site Ranking
Distance to Groundwater (feet) >200 100 to 200 75 to 100 25 to 75 <25 or recharge area	0 5 10 15 20	0
Distance to Surf. Water (feet) >1000 300 to 1000 200 to 300 100 to 200 < 100	0 2 10 15 20	_2
Distance to Nearest Municipal Well (feet) >5280 1320 to 5280 500 to 1320 <500	0 5 10 20	0
Distance to Other Wells (feet) >1320 300 to 1320 <300	0 10 20	0
Native Soil Type Low permeability Mod. permeability High permeability	0 10 20	10
Fluid Type Air/mist Fresh Water TDS >5000 and <10000 TDS >10000 or Oil Base Mud Fluid containing significant levels of hazardous constituents	0 5 10 15	5
Drill Cuttings Normal Rock Salt or detrimental	0 10	0
Annual Precipitation (inches) <10 10 to 20 >20	0 5 10	5
Affected Populations <10 10 to 30 30 to 50 >50	0 6 8 10	0
Presence of Nearby Utility Conduits Not Present Unknown Present	0 10 15	0

Final Score 22 (Level <u>II</u> Sensitivity)

Sensitivity Level I = 20 or more; total containment is required, consider criteria for excluding pit use. Sensitivity Level II = 15-19; lining is discretionary.

Sensitivity Level III = below 15; no specific lining is required.







State of Utah

Department of Natural Resources

MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA Division Director JON M. HUNTSMAN, JR. Governor

> GARY R. HERBERT Lieutenant Governor

> > January 3, 2007

FIML Natural Resources, LLC 410 17th St., Ste. 900 Denver, Co 80202

Re:

State Tribal 3-18-54 Well, 672' FNL, 2312' FWL, NE NW, Sec. 18,

T. 5 South, R. 4 West, Duchesne County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 et seq., Utah Administrative Code R649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

Appropriate information has been submitted to DOGM and administrative approval of the requested exception location is hereby granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-013-33171.

Sincerely,

Gil Hunt

Associate Director

Stig FLT

pab Enclosures

cc:

Duchesne County Assessor

SITLA

Location: NE NW	Sec. 18	T. 5 South	R. 4 West
Lease:	14-20-H62-5035		
API Number:	43-013-33171		
Well Name & Number	State Tribal 3-18-54		
Operator:	FIML Natural Resources, LLC		

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 et seq., the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for Permit to Drill.

2. Notification Requirements

The operator is required to notify the Division of Oil, Gas and Mining of the following actions during drilling of this well:

- 24 hours prior to cementing or testing casing
- 24 hours prior to testing blowout prevention equipment
- 24 hours prior to spudding the well
- within 24 hours of any emergency changes made to the approved drilling program
- prior to commencing operations to plug and abandon the well

The following are Division of Oil, Gas and Mining contacts and their work telephone numbers (please leave a voice mail message if the person is not available to take the call):

- Dan Jarvis at (801) 538-5338
- Carol Daniels at (801) 538-5284 (spud)

3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

- 4. Compliance with the State of Utah Antiquities Act forbids disturbance of archeological, historical, or paleontological remains. Should archeological, historical or paleontological remains be encountered during your operations, you are required to immediately suspend all operations and immediately inform the Trust Lands Administration and the Division of State History of the discovery of such remains.
- 5. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.
- 6. Compliance with the Conditions of Approval/Application for Permit to Drill outlined in the Statement of Basis. (Copy Attached)

Page 2 43-013-33171 January 3, 2006

7. This proposed well is located in an area for which drilling units (well spacing patterns) have not been established through an order of the Board of Oil, Gas and Mining (the "Board"). In order to avoid the possibility of waste or injury to correlative rights, the operator is requested, once the well has been drilled, completed, and has produced, to analyze geological and engineering data generated therefrom, as well as any similar data from surrounding areas if available. As soon as is practicable after completion of its analysis, and if the analysis suggests an area larger than the quarter-quarter section upon which the well is located is being drained, the operator is requested to seek an appropriate order from the Board establishing drilling and spacing units in conformance with such analysis by filing a Request for Agency Action with the Board.

FORM 9

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES

DIV	ISION OF OIL, GAS AND MINING		14-20-H62-5035
SUNDRY N	OTICES AND REPORTS ON	I WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME: Ute Tribe
Do not use this form for proposals to drill new we	ells, significantly deepen existing wells below current botto s. Use APPLICATION FOR PERMIT TO DRILL form for su	om-hole depth, reenter plugged wells, or to	7. UNIT or CA AGREEMENT NAME:
1. TYPE OF WELL OIL WELL 🗾	GAS WELL OTHER	aun proposais.	8. WELL NAME and NUMBER: State Tribal 3-18-54
2. NAME OF OPERATOR: FIML Natural Resources, LLC	• • • • • • • • • • • • • • • • • • •		9. API NUMBER: 4301333171
3. ADDRESS OF OPERATOR: 410 17th Street Ste. 900 CITY De	enver _{STATE} CO _{ZIP} 80202	PHONE NUMBER: (303) 893-5090	10. FIELD AND POOL, OR WILDCAT: Brundage Canyon
4. LOCATION OF WELL FOOTAGES AT SURFACE: 672' FNL QTR/QTR, SECTION, TOWNSHIP, RANGE, M	\mathcal{L}		COUNTY: Duchesne STATE: UTAH
11. CHECK APPROF	PRIATE BOXES TO INDICATE NA	TURE OF NOTICE, REPOR	RT. OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
NOTICE OF INTENT (Submit in Duplicate)	<u></u>	DEEPEN FRACTURE TREAT	REPERFORATE CURRENT FORMATIO
Approximate date work will start:		NEW CONSTRUCTION	TEMPORARILY ABANDON
5/1/2008	CHANGE TO PREVIOUS PLANS	OPERATOR CHANGE	TUBING REPAIR
SUBSEQUENT REPORT (Submit Original Form Only) Date of work completion:	CHANGE WELL NAME CHANGE WELL STATUS COMMINGLE PRODUCING FORMATIONS F	PLUG AND ABANDON PLUG BACK PRODUCTION (START/RESUME) RECLAMATION OF WELL SITE RECOMPLETE - DIFFERENT FORMATION	VENT OR FLARE WATER DISPOSAL WATER SHUT-OFF OTHER: Request for Permit Extension
	LETED OPERATIONS. Clearly show all pertinent C is requesting a permit extension d		
	Approved by t Utah Division Oil, Gas and Mi	of	

(This space for State use only)

NAME (PLEASE PRINT)

SIGNATURE

Cassandra Parks

RECEIVED

Regulatory Specialist

1/21/2008

JAN 2 3 2008



Application for Permit to Drill Request for Permit Extension Validation

Validation
(this form should accompany the Sundry Notice requesting permit extension)

API: 4301333171 Well Name: State Tribal 3-18-54 Location: 672' FNL 2312' FWL Sec 18 T-5S R-5W Company Permit Issued to: FIML Natural Resounce Date Original Permit Issued: 1/3/2007	
The undersigned as owner with legal rights to dri above, hereby verifies that the information as sul approved application to drill, remains valid and d	omitted in the previously
Following is a checklist of some items related to verified.	the application, which should be
f located on private land, has the ownership cha agreement been updated? Yes□No□	nged, if so, has the surface
Have any wells been drilled in the vicinity of the parties he spacing or siting requirements for this location	
las there been any unit or other agreements put permitting or operation of this proposed well? Ye	and the state of t
Have there been any changes to the access rout of-way, which could affect the proposed location	
las the approved source of water for drilling cha	nged? Yes⊠No□
Have there been any physical changes to the survhich will require a change in plans from what we evaluation? Yes□No☑	
s bonding still in place, which covers this propos	sed well? Yes⊠No□
Can AS	1/21/2008
Signature	Date
Fitle: Regulatory Specialist	
Representing: FIML Natural Resources, LLC	RECEIVED
	JAN 2 3 200R

FIML NATURAL RESOURCES, LLC

January 22, 2008

Utah Division of Oil, Gas and Mining 1594 West North Temple, Suite 1210 P. O. Box 145801 Salt Lake City, UT 84114-5801

Attn.: Ms. Diana Mason

RE: Source of Drilling Water

Dear Ms. Mason:

FIML Natural Resources, LLC water for drilling operations will now be hauled by Betts Trucking. It will come from Duchesne City, Utah. The water right number is 43-3651.

If any questions arise or need additional information is required, please contact the undersigned at 303-893-5090.

Sincerely,

Cassandra Parks Regulatory Specialist

/cp

RECEIVED
JAN 2 3 2008

DIV. OF OIL, GAS & MINING

FORM 9

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES

DIV	ISION OF OIL, GAS AND MINING		14-20-H62-5035
SUNDRY N	OTICES AND REPORTS ON	I WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME: Ute Tribe
Do not use this form for proposals to drill new we	ells, significantly deepen existing wells below current botto s. Use APPLICATION FOR PERMIT TO DRILL form for su	om-hole depth, reenter plugged wells, or to	7. UNIT or CA AGREEMENT NAME:
1. TYPE OF WELL OIL WELL 🗾	GAS WELL OTHER	aun proposais.	8. WELL NAME and NUMBER: State Tribal 3-18-54
2. NAME OF OPERATOR: FIML Natural Resources, LLC	• • • • • • • • • • • • • • • • • • •		9. API NUMBER: 4301333171
3. ADDRESS OF OPERATOR: 410 17th Street Ste. 900 CITY De	enver _{STATE} CO _{ZIP} 80202	PHONE NUMBER: (303) 893-5090	10. FIELD AND POOL, OR WILDCAT: Brundage Canyon
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11. CHECK APPROF	PRIATE BOXES TO INDICATE NA	TURE OF NOTICE, REPOR	RT. OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
NOTICE OF INTENT (Submit in Duplicate)	<u></u>	DEEPEN FRACTURE TREAT	REPERFORATE CURRENT FORMATIO
Approximate date work will start:		NEW CONSTRUCTION	TEMPORARILY ABANDON
5/1/2008	CHANGE TO PREVIOUS PLANS	OPERATOR CHANGE	TUBING REPAIR
SUBSEQUENT REPORT (Submit Original Form Only) Date of work completion:	CHANGE WELL NAME CHANGE WELL STATUS COMMINGLE PRODUCING FORMATIONS F	PLUG AND ABANDON PLUG BACK PRODUCTION (START/RESUME) RECLAMATION OF WELL SITE RECOMPLETE - DIFFERENT FORMATION	VENT OR FLARE WATER DISPOSAL WATER SHUT-OFF OTHER: Request for Permit Extension
	LETED OPERATIONS. Clearly show all pertinent C is requesting a permit extension d		
	Approved by t Utah Division Oil, Gas and Mi	of	

(This space for State use only)

NAME (PLEASE PRINT)

SIGNATURE

Cassandra Parks

RECEIVED

Regulatory Specialist

1/21/2008

JAN 2 3 2008



Application for Permit to Drill Request for Permit Extension Validation

Validation
(this form should accompany the Sundry Notice requesting permit extension)

API: 4301333171 Well Name: State Tribal 3-18-54 Location: 672' FNL 2312' FWL Sec 18 T-5S R-5W	
Company Permit Issued to: FIML Natural Resources Date Original Permit Issued: 1/3/2007	, LLC
The undersigned as owner with legal rights to drill or above, hereby verifies that the information as submit approved application to drill, remains valid and does	tted in the previously
Following is a checklist of some items related to the verified.	application, which should be
If located on private land, has the ownership change agreement been updated? Yes□No□	ed, if so, has the surface
Have any wells been drilled in the vicinity of the properties the spacing or siting requirements for this location?	
Has there been any unit or other agreements put in permitting or operation of this proposed well? Yes□	
Have there been any changes to the access route in of-way, which could affect the proposed location? Ye	
Has the approved source of water for drilling change	ed? Yes⊠No□
Have there been any physical changes to the surfact which will require a change in plans from what was c evaluation? Yes□No☑	
Is bonding still in place, which covers this proposed	
Signature Signature	<u>1/21/2008</u> Date
Signature	
Title: Regulatory Specialist	
Representing: FIML Natural Resources, LLC	RECEIVE
	IAN 2 3 2009

FIML NATURAL RESOURCES, LLC

January 22, 2008

Utah Division of Oil, Gas and Mining 1594 West North Temple, Suite 1210 P. O. Box 145801 Salt Lake City, UT 84114-5801

Attn.: Ms. Diana Mason

RE: Source of Drilling Water

Dear Ms. Mason:

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Sincerely,

Cassandra Parks Regulatory Specialist

/cp

RECEIVED
JAN 2 3 2008

DIV. OF OIL, GAS & MINING

STATE OF UTAH

1 Ortivi
5. LEASE DESIGNATION AND SERIAL NUMBER:
14-20-H62-5035
6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
Ute Tribe
7. UNIT or CA AGREEMENT NAME:

DIVISION OF OIL, GAS AND MINING NEIDENTIAL	5. LEASE DESIGNATION AND SERIAL NUMBER: 14-20-H62-5035
SUNDRY NOTICES AND REPORTS ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME: Ute Tribe
Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.	7. UNIT or CA AGREEMENT NAME:
1. TYPE OF WELL OIL WELL GAS WELL OTHER	8. WELL NAME and NUMBER: State Tribal 3-18-54
2. NAME OF OPERATOR:	9. API NUMBER:
FIML Natural Resources, LLC	4301333171
3. ADDRESS OF OPERATOR: 410 17th Street Ste. 900 CITY Denver STATE CO ZIP 80202 PHONE NUMBER: (303) 899-5603	10. FIELD AND POOL, OR WILDCAT: Brundage Canyon
4. LOCATION OF WELL	Duchagas
FOOTAGES AT SURFACE: 672' FNL 2312' FWL	COUNTY: Duchesne
QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: NENW 18 5S	STATE: UTAH
11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPO	RT, OR OTHER DATA
TYPE OF SUBMISSION TYPE OF ACTION	
NOTICE OF INTENT (Submit in Duplicate) Approximate date work will start: CASING REPAIR NEW CONSTRUCTION CHANGE TO PREVIOUS PLANS OPERATOR CHANGE	REPERFORATE CURRENT FORMATION SIDETRACK TO REPAIR WELL TEMPORARILY ABANDON TUBING REPAIR
CHANGE TUBING PLUG AND ABANDON USUBSEQUENT REPORT (Submit Original Form Only) Date of work completion: CHANGE WELL NAME PRODUCTION (START/RESUME) COMMINGLE PRODUCING FORMATIONS RECLAMATION OF WELL SITE CONVERT WELL TYPE RECOMPLETE - DIFFERENT FORMATION	WATER SHUT-OFF OTHER: Request for Permit Extension
FIML Natural Resources, LLC is requesting a permit extension due to the delay in getting the Attached is a copy of the APD extension checklist. Approved by the Utah Division of Oil, Gas and Mining Date: Date: Date:	
NAME (PLEASE PRINT) Elaine Winick SIGNATURE DATE 1/20/2009	alist
This space for State use only)	

COPY SENT TO OPERATOR

Initials: VS

(See Instructions on Reverse Side)

RECEIVED

JAN 26 2009

Application for Permit to Drill Request for Permit Extension Validation

(this form should accompany the Sundry Notice requesting permit extension)

API:

4301333171

Well Name: State Tribal 3-18-54 Location: 672' FNL 2312' FWL Sec 18 T-5S R-5W Company Permit Issued to: FIML Natural Resources, LLC Date Original Permit Issued: 1/3/2007			
The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision.	j		
Following is a checklist of some items related to the application, which should learified.	<u>be</u>		
f located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes⊡No⊡			
Have any wells been drilled in the vicinity of the proposed well which would afform the spacing or siting requirements for this location? Yes ☐ No ☑	ect		
Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes□ No ☑			
Have there been any changes to the access route including ownership, or right-of-way, which could affect the proposed location? Yes□No☑			
las the approved source of water for drilling changed? Yes□ No ☑			
Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes □ No ☑			
s bonding still in place, which covers this proposed well? Yes ☑No□			
Elaine Minich 1/20/2009			
Signature Date			
Title: Regulatory Specialist			
Representing: FIML Natural Resources, LLC			

RECEIVED JAN 2 6 2009

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES ON FIDENTIAL DIVISION OF OIL GAS AND MINING.

DIVISION OF OIL, GAS AND MININGUNFILLEN I AL	5. LEASE DESIGNATION AND SERIAL NUMBER: 14-20-H62-5035	
SUNDRY NOTICES AND REPORTS ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME: Ute Tribe	
Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.	7. UNIT or CA AGREEMENT NAME:	
1. TYPE OF WELL OIL WELL GAS WELL OTHER	8. WELL NAME and NUMBER: State Tribal 3-18-54	
2. NAME OF OPERATOR: FIML Natural Resources, LLC	9. API NUMBER: 4301333171	
3. ADDRESS OF OPERATOR: 410 17th Street Ste. 900 CITY Denver STATE CO ZIP 80202 PHONE NUMBER: (303) 899-5603	10. FIELD AND POOL, OR WILDCAT: Brundage Canyon	
4. LOCATION OF WELL		
FOOTAGES AT SURFACE: 672' FNL 2312' FWL	COUNTY: Duchesne	
QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: NENW 18 5S 4W	STATE: UTAH	
11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPO	ORT, OR OTHER DATA	
TYPE OF SUBMISSION TYPE OF ACTION		
NOTICE OF INTENT	REPERFORATE CURRENT FORMATION	
(Submit in Duplicate) ALTER CASING FRACTURE TREAT	SIDETRACK TO REPAIR WELL	
Approximate date work will start: CASING REPAIR NEW CONSTRUCTION	TEMPORARILY ABANDON	
CHANGE TO PREVIOUS PLANS OPERATOR CHANGE	TUBING REPAIR	
CHANGE TUBING PLUG AND ABANDON	VENT OR FLARE	
SUBSEQUENT REPORT CHANGE WELL NAME PLUG BACK	WATER DISPOSAL	
(Submit Original Form Only) CHANGE WELL STATUS PRODUCTION (START/RESUME)	WATER SHUT-OFF	
Date of work completion: COMMINGLE PRODUCING FORMATIONS RECLAMATION OF WELL SITE	✓ other: Request for Permit	
CONVERT WELL TYPE RECOMPLETE - DIFFERENT FORMATION	Extension	
12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc. FIML Natural Resources, LLC is requesting a permit extension due to the delay in getting the BLM approval. Attached is a copy of the APD extension checklist. Approved by the Utah Division of Oil, Gas and Mining		
Date: 01-25-100 By:		
NAME (PLEASE PRINT) Elaine Winick SIGNATURE Elaine Winick DATE 1-21		

(This space for State use only)

RECEIVED

JAN 25 2010

Application for Permit to Drill Request for Permit Extension Validation

Validation
(this form should accompany the Sundry Notice requesting permit extension)

API: Well Name: State Tribal 3-18-54 Location: 672' FNL 2312' FWL Sec 18 T-5S R-5W Company Permit Issued to: FIML Natural Resources, LLC Date Original Permit Issued: 1/3/2007
The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision.
Following is a checklist of some items related to the application, which should be verified.
f located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes□No□
Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes ☐ No ☑
Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes□No☑
Have there been any changes to the access route including ownership, or right- of-way, which could affect the proposed location? Yes ☐ No ☑
Has the approved source of water for drilling changed? Yes□No☑
Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes□No☑
s bonding still in place, which covers this proposed well? Yes ☑ No □
Signature Date
Title: Regulatory Specialist
Representing: FIML Natural Resources, LLC

STATE OF UTAH			
DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING			5.LEASE DESIGNATION AND SERIAL NUMBER: 14-20-H62-5035
SUNDRY NOTICES AND REPORTS ON WELLS 6. If INDIAN, ALLOTTEE OR TRIBE NAME:			6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.			7.UNIT or CA AGREEMENT NAME:
1. TYPE OF WELL Oil Well			8. WELL NAME and NUMBER: ST TRIBAL 3-18-54
2. NAME OF OPERATOR: FIML NATURAL RESOURCES, I	LLC (FNR)		9. API NUMBER: 43013331710000
3. ADDRESS OF OPERATOR: 410 17th Street Ste 900 , Der	PHONE N 10 10 10 10 10 10 10 10 10 10 10 10 10		9. FIELD and POOL or WILDCAT: BRUNDAGE CANYON
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0672 FNL 2312 FWL			COUNTY: DUCHESNE
QTR/QTR, SECTION, TOWNSHI Qtr/Qtr: NENW Section: 18	IP, RANGE, MERIDIAN: B Township: 05.0S Range: 04.0W Meridian: U		STATE: UTAH
11. CHE	CK APPROPRIATE BOXES TO INDICATE N	ATURE OF NOTICE, REPORT, (DR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
	☐ ACIDIZE ☐	ALTER CASING	CASING REPAIR
NOTICE OF INTENT Approximate date work will start:	☐ CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME
9/30/2011	☐ CHANGE WELL STATUS ☐	COMMINGLE PRODUCING FORMATIONS	☐ CONVERT WELL TYPE
SUBSEQUENT REPORT	☐ DEEPEN ☐	FRACTURE TREAT	☐ NEW CONSTRUCTION
Date of Work Completion:	☐ OPERATOR CHANGE ☐	PLUG AND ABANDON	☐ PLUG BACK
	☐ PRODUCTION START OR RESUME ☐	RECLAMATION OF WELL SITE	☐ RECOMPLETE DIFFERENT FORMATION
SPUD REPORT Date of Spud:	☐ REPERFORATE CURRENT FORMATION ☐	SIDETRACK TO REPAIR WELL	☐ TEMPORARY ABANDON
	☐ TUBING REPAIR ☐	VENT OR FLARE	☐ WATER DISPOSAL
DRILLING REPORT Report Date:	☐ WATER SHUTOFF ☐	SI TA STATUS EXTENSION	✓ APD EXTENSION
Report Date:	□ WILDCAT WELL DETERMINATION □	OTHER	OTHER:
12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc. FIML Natural Resources, LLC is requesting a permit extension due to the delay in getting the BLM approval. FIML received approval for an easement from the DWR (DUC-0709EA-030) effective 5/19/2010, but has not received BLM approval yet. Attached is a copy of the APD extension checklist. Date: 12/13/2010 By:			
NAME (PLEASE PRINT) Karin Kuhn	PHONE NUMBER	TITLE Sr. Drilling Technician	
SIGNATURE	303 899-5603	Sr. Drilling Technician DATE	
N/A		12/7/2010	



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43013331710000

API: 43013331710000 **Well Name:** ST TRIBAL 3-18-54

Location: 0672 FNL 2312 FWL QTR NENW SEC 18 TWNP 050S RNG 040W MER U

Company Permit Issued to: FIML NATURAL RESOURCES, LLC (FNR)

Date Original Permit Issued: 1/3/2007

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

require revi	sion. Following is a chec	klist of some items related	d to the application	on, which should be verified.
	ated on private land, has ed?	the ownership changed, i	f so, has the surf	ace agreement been
		the vicinity of the propos cation? 🔵 Yes 📵 No	ed well which wo	uld affect the spacing or
	nere been any unit or oth s proposed well? 🔘 Ye		e that could affe	ct the permitting or operation
	there been any changes the proposed location?		ing ownership, o	rightof- way, which could
• Has tl	ne approved source of w	ater for drilling changed?	🔵 Yes 📵 No	
		changes to the surface loos discussed at the onsite		oute which will require a Yes 📵 No
• Is bor	nding still in place, which	n covers this proposed we	ll? 📵 Yes 🔵	Approved by the No Utah Division of Oil, Gas and Mining
Signature:	Karin Kuhn	Date: 12/7/2010	_	12/13/2010
Title:	Sr. Drilling Technician Rep	Date: 12///2010 presenting: FIML NATURAL	RESOURCES, Lा	FAR) 12/13/2010
			_	K OQCINVV

Sundry Number: 21555 API Well Number: 43013331710000

STATE OF UTAH			
DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING			5.LEASE DESIGNATION AND SERIAL NUMBER: 14-20-H62-5035
SUNDRY NOTICES AND REPORTS ON WELLS 6. IF INDIAN, A			6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
	sals to drill new wells, significantly deepen ex gged wells, or to drill horizontal laterals. Use		7.UNIT or CA AGREEMENT NAME:
1. TYPE OF WELL Oil Well			8. WELL NAME and NUMBER: ST TRIBAL 3-18-54
2. NAME OF OPERATOR: FIML NATURAL RESOURCES, LLC (FNR) 9. API NUMBER: 43013331710000			
3. ADDRESS OF OPERATOR: 410 17th Street Ste 900 , Den		NUMBER: 77 Ext	9. FIELD and POOL or WILDCAT: BRUNDAGE CANYON
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0672 FNL 2312 FWL			COUNTY: DUCHESNE
QTR/QTR, SECTION, TOWNSHI Qtr/Qtr: NENW Section: 18	P, RANGE, MERIDIAN: Township: 05.0S Range: 04.0W Meridian: U		STATE: UTAH
11. CHE	CK APPROPRIATE BOXES TO INDICATE	NATURE OF NOTICE, REPORT,	OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
FIML Natural Resourc in getting the BLM ap DWR (DUC-0709E	CHANGE TO PREVIOUS PLANS CHANGE WELL STATUS DEEPEN OPERATOR CHANGE PRODUCTION START OR RESUME REPERFORATE CURRENT FORMATION TUBING REPAIR WATER SHUTOFF WILDCAT WELL DETERMINATION MPLETED OPERATIONS. Clearly show all pertine es, LLC is requesting a permit e proval. FIML received approval is A-030) effective 5/19/2010, but Attached is a copy of the APD e	xtension due to the dela for an easement from the has not received BLM xtension checklist.	У
NAME (PLEASE PRINT) Karin Kuhn	PHONE NUMBER 303 899-5603	TITLE Sr. Drilling Technician	
SIGNATURE N/A		DATE 12/28/2011	

Sundry Number: 21555 API Well Number: 43013331710000



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43013331710000

API: 43013331710000 **Well Name:** ST TRIBAL 3-18-54

Location: 0672 FNL 2312 FWL QTR NENW SEC 18 TWNP 050S RNG 040W MER U

Company Permit Issued to: FIML NATURAL RESOURCES, LLC (FNR)

Date Original Permit Issued: 1/3/2007

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

• If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes No
 Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes No
 Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes No
 Have there been any changes to the access route including ownership, or rightof- way, which could affect the proposed location? Yes No
• Has the approved source of water for drilling changed? Yes No
 Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes No
• Is bonding still in place, which covers this proposed well? Yes No

Signature: Karin Kuhn **Date:** 12/28/2011

Title: Sr. Drilling Technician Representing: FIML NATURAL RESOURCES, LLC (FNR)



State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

December 7, 2012

Kristi Stover FIML Natural Resources, LLC 410 17TH Street, Suite 900 Denver, CO 80202

Re:

APDs Rescinded for FIML Natural Resources, LLC

Duchesne County

Dear Ms. Stover:

Enclosed find the list of APDs that you requested to be rescinded. No drilling activity at these locations has been reported to the division. Therefore, approval to drill these wells is hereby rescinded, effective November 29, 2012.

A new APD must be filed with this office for approval <u>prior</u> to the commencement of any future work on the subject location.

If any previously unreported operations have been performed on this well location, it is imperative that you notify the Division immediately.

Sincerely,

Diana Mason Environmental Scientist

cc: Well File

Bureau of Land Management, Vernal

SITLA, Ed Bonner



43-013-33949	UTE TRIBAL 15-11-54
43-013-33169	UTE TRIBAL 3-13-54
43-013-33170	ST TRIBAL 1-18-54 SITLA
43-013-33171	ST TRIBAL 3-18-54 SITLA
43-013-34256	UTE TRIBAL 11-18-54
43-013-33317	UTE TRIBAL 12-24-56

*



United States Department of the Interior

BUREAU OF LAND MANAGEMENT
Green River District
Vernal Field Office
170 South 500 East
Vernal, UT 84078
http://www.blm.gov/ut/st/en/fo/vernal.html



April 1, 2013

IN REPLY REFER TO: 3160 (UTG011)

Krista Mecham Berry Petroleum Company 4000 South 4028 West Roosevelt, UT 84066

43 013 33171

Re:

Request to Return APD Well No. State Tribal 3-18-54 NENW, Sec. 18, T5S, R4W Duchesne County, Utah Lease No. 14-20-H62-5035

Dear Ms. Mecham:

The Application for Permit to Drill (APD) for the above referenced well received in this office on August 6, 2006 is being returned unapproved per your request to this office in an email message to Land Law Examiner Robin R. Hansen received on March 6, 2013. This was a FIML APD that was acquired by Berry. If you intend to drill at this location at a future date, a new APD must be submitted.

If you have any questions regarding APD processing, please contact Robin R. Hansen at (435) 781-3428.

Sincerely,

/s/ Jerry Kenczka

Jerry Kenczka Assistant Field Manager Lands & Mineral Resources

Enclosures

CC:

UDOGM BIA

bcc:

Well File

APR 1 6 2013

DIV. OF OIL, GAS & MIMING